

CHAPTER 109

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CHAPTER 109.

AN ACT to amend 201.39 (12) of the statutes, relating to reciprocal reinsurance.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

201.39 (12) of the statutes is amended to read:

201.39 (12) The attorney in fact may purchase reinsurance upon the risk of any subscriber at the exchange. * * * *Any reciprocal insurer may assume as a reinsurer the whole or any part of the liability of any other company or reciprocal upon such risks as it may insure direct and for which it is authorized to engage by the terms of its subscribers agreement, provided such reciprocal insurer has an accumulated net surplus, exclusive of surplus notes, equal to the sum of 50 per cent of the capital and surplus required of a stock company to begin to transact the same kind of business.* Any exchange operating in this state may * * * consolidate with or reinsure its entire business in another exchange. If the principal office of any exchange entering into such contract of consolidation or reinsurance is located in this state the contract for such consolidation or reinsurance shall be submitted to and approved by the commissioner of insurance of this state before being effective.

Approved June 8, 1949.
